

Consolidated Financial Statements of

**THE CORPORATION OF THE  
TOWNSHIP OF SEGUIN**

Year ended December 31, 2015

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Consolidated Financial Statements Index

Year ended December 31, 2015

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## **Management's Responsibility for the Consolidated Financial Statements**

The accompanying consolidated financial statements of The Corporation of the Township of Seguin (the "Township") are the responsibility of the Township's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The Township's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by Management.

The Council meets with Management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by KPMG LLP, independent external auditors appointed by the Township. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Township's consolidated financial statements.

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Chris Madej  
Chief Administrative Officer

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Michele C. Fraser  
Chief Financial Officer and Treasurer



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## INDEPENDENT AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of  
The Corporation of the Township of Seguin

We have audited the accompanying consolidated financial statements of **The Corporation of the Township of Seguin** which comprise the consolidated statement of financial position as at December 31, 2015, the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Consolidated Financial Statements*

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



*Opinion*

In our opinion, these consolidated financial statements present fairly, in all material respects, the consolidated financial position of The Corporation of the Township of Seguin as at December 31, 2015 and its consolidated results of operations and changes in its consolidated net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*KPMG LLP*

Chartered Professional Accountants, Licensed Public Accountants

April 4, 2016  
Sudbury, Canada

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Financial Position

December 31, 2015, with comparative information for 2014

	2015	2014
<b>Financial assets:</b>		
Cash and cash equivalents	\$ 5,200,774	\$ 4,914,368
Taxes receivable	931,335	1,122,225
Accounts receivable	108,823	289,842
Harmonized sales tax rebate	214,205	192,290
Loan receivable (note 3)	54,714	25,000
Long-term receivable	-	130,008
	<u>6,509,851</u>	<u>6,673,733</u>
<b>Financial liabilities:</b>		
Accounts payable and accrued liabilities	1,311,281	1,118,422
Other current liabilities	90,839	96,701
Deferred revenue - obligatory reserve funds (note 4)	58,045	329,593
Deferred revenue	45,814	-
Solid waste landfill closure and post-closure liabilities (note 9)	72,950	67,172
	<u>1,578,929</u>	<u>1,611,888</u>
Net financial assets	4,930,922	5,061,845
<b>Non-financial assets:</b>		
Tangible capital assets (note 11)	44,532,395	43,734,870
Inventories of supplies	19,836	24,650
Prepaid expenses	30,285	25,221
	<u>44,582,516</u>	<u>43,784,741</u>
Accumulated surplus (note 10)	<u>\$ 49,513,438</u>	<u>\$ 48,846,586</u>

The accompanying notes are an integral part of these consolidated financial statements.

Approved on behalf of Council:

\_\_\_\_\_ Mayor

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Operations

Year ended December 31, 2015, with comparative information for 2014

	Budget 2015	Actual 2015	Actual 2014
<b>Revenues:</b>			
Property taxation	\$ 10,948,807	\$ 10,981,282	\$ 10,655,668
Taxation from other governments	62,223	61,674	59,990
User charges	748,000	925,610	800,348
Government transfers:			
Municipal	50,000	79,057	40,861
Provincial	2,057,781	2,113,458	2,464,799
Federal	495,000	441,351	150,469
Park and lot levies earned	215,675	196,049	268,132
Federal Gas Tax earned	230,948	432,689	190,436
Investment income	61,172	68,440	73,625
Donations	70,050	104,290	31,916
Penalties and interest	220,000	238,179	246,017
Contribution from third parties	470,000	432,993	-
Excess building permit fees earned	-	-	29,704
Gain (loss) on sale of tangible capital assets	-	2,500	(60,036)
Provincial Offenses Act fines	82,780	80,258	87,350
<b>Total revenues</b>	<b>15,712,436</b>	<b>16,157,830</b>	<b>15,039,279</b>
<b>Expenses:</b>			
General government	1,744,408	1,686,763	1,687,552
Protection to persons and property	2,547,387	2,412,244	2,150,347
Transportation services	5,869,215	5,072,736	4,528,523
Environmental services	980,871	1,016,327	995,218
Health services	1,084,006	1,081,972	1,058,804
Social and family services	1,925,929	1,925,930	1,905,211
Recreational and cultural services	2,037,802	1,837,289	1,802,444
Planning and development	630,183	457,717	488,033
<b>Total expenses</b>	<b>16,819,801</b>	<b>15,490,978</b>	<b>14,616,132</b>
<b>Annual surplus (deficit)</b>	<b>(1,107,365)</b>	<b>666,852</b>	<b>423,147</b>
Accumulated surplus, beginning of the year	48,846,586	48,846,586	48,423,439
<b>Accumulated surplus, end of year</b>	<b>\$ 47,739,221</b>	<b>\$ 49,513,438</b>	<b>\$ 48,846,586</b>

The accompanying notes are an integral part of these consolidated financial statements.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Changes in Net Financial Assets

Year ended December 31, 2015, with comparative information for 2014

	Budget 2015	Actual 2015	Actual 2014
Annual surplus (deficit)	\$ (1,107,365)	\$ 666,852	\$ 423,147
Acquisition of tangible capital assets	(1,876,375)	(2,814,387)	(2,460,891)
Amortization of tangible capital assets	2,015,865	2,015,862	1,912,881
Loss (gain) of sale of tangible capital assets	-	(2,500)	60,036
Proceeds on sale of tangible capital assets	-	3,500	297,631
	(967,875)	(130,673)	232,804
Acquisition of prepaid expenses	(25,000)	(30,285)	(25,221)
Use of prepaid expenses	25,221	25,221	99,599
Acquisition of inventories of supplies	(25,000)	(19,836)	(24,650)
Consumption of inventories of supplies	24,650	24,650	26,652
<b>Change in net financial assets</b>	(968,004)	(130,923)	309,184
Net financial assets, beginning of the year	5,061,845	5,061,845	4,752,661
<b>Net financial assets, end of the year</b>	\$ 4,093,841	\$ 4,930,922	\$ 5,061,845

The accompanying notes are an integral part of these consolidated financial statements.



# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Cash Flows

Year ended December 31, 2015, with comparative information for 2014

	2015	2014
Cash provided by (used in):		
Operating activities:		
Annual surplus	\$ 666,852	\$ 423,147
Items not involving cash:		
Amortization of tangible capital assets	2,015,862	1,912,881
Loss (gain) on sale of tangible capital assets	(2,500)	60,036
Change in solid waste landfill closure and post-closure liabilities	5,778	2,390
	2,685,992	2,398,454
Change in non-cash assets and liabilities:		
Decrease (increase) in taxes receivable	190,890	(172,846)
Decrease in accounts receivable	181,019	270,974
Decrease (increase) in harmonized sales tax rebate	(21,915)	85,767
Increase (decrease) in accounts payable and accrued liabilities	192,859	(214,083)
Increase (decrease) in other current liabilities	(5,862)	36,622
Decrease in deferred revenue - obligatory reserve funds	(271,548)	(49,745)
Increase (decrease) in deferred revenue	45,814	(1,260)
Decrease in inventories of supplies	4,814	2,002
Decrease (increase) in prepaid expenses	(5,064)	74,378
Net change in cash from operating activities	2,996,999	2,430,263
Capital activities:		
Proceeds on sale of tangible capital assets	3,500	297,631
Cash used to acquire tangible capital assets	(2,814,387)	(2,460,891)
Net change in cash from capital activities	(2,810,887)	(2,163,260)
Investing activities:		
Decrease (increase) in loan receivable	(29,714)	127,646
Issuance of long-term receivable	-	(85,000)
Repayment of long-term receivable	130,008	-
Net change in cash from investing activities	100,294	42,646
<b>Net change in cash</b>	<b>286,406</b>	<b>309,649</b>
Cash and cash equivalents, beginning of year	4,914,368	4,604,719
<b>Cash and cash equivalents, end of year</b>	<b>\$ 5,200,774</b>	<b>\$ 4,914,368</b>

The accompanying notes are an integral part of these consolidated financial statements.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

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### 1. Significant accounting policies:

The consolidated financial statements of the Corporation of the Township of Seguin (the "Township") are prepared by management in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Township are as follows:

(a) Reporting entity:

(i) Basis of consolidation:

These consolidated financial statements reflect the assets, liabilities, revenues and expenses and fund balances of the reporting entity and include the activities of all committees of Council and the following boards and municipal enterprises which are under the control of Council:

Seguin Public Library Board

All interfund assets, liabilities, revenues and expenses have been eliminated.

(ii) Non-consolidated entities:

The following joint local boards are not consolidated:

District of Parry Sound Social Services Administration Board  
Muskoka Parry Sound Health Unit  
Belvedere Heights Home for the Aged  
Parry Sound Area Municipal Airport Commission  
911 Emergency Services

(iii) Accounting for school board transactions:

The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the school boards are not reflected in the municipal fund balances of these consolidated financial statements.

(iv) Trust funds:

Trust funds and their related operations administered by the Township are not consolidated, but are reported separately. These funds amounted to \$159,506 (2014 - \$155,006).

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2015

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## 1. Significant accounting policies (continued):

(b) Basis of accounting:

(i) Accrual basis of accounting:

The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(ii) Tangible capital assets:

Tangible capital assets are recorded at cost, which includes amounts that are directly attributable to acquisition, design, construction, development, improvement or betterment of the tangible capital asset. The cost, less residual value, of the tangible capital assets, excluding land and landfill sites, are amortized on a straight-line basis over their estimated useful lives as follows:

<b>Asset</b>	<b>Useful Life - Years</b>
Buildings	40
Furniture, fixtures, equipment and books	5 - 20
Vehicles and machinery	10 - 25
Land improvements	25 - 40
Bridges and culverts	30 - 45
Linear assets, excluding bridges and culverts	40 - 50

Landfill sites are amortized using the units of production method based upon capacity used during the year.

Amortization in the year of acquisition and in the year of disposal is charged at 50% of the annual amortization. Assets under construction are not amortized until the asset is available for productive use.

(iii) Contributions of tangible capital assets:

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also are recorded as revenue.

(iv) Natural resources:

Natural resources that have not been purchased are not recognized as assets in the financial statements.

(v) Works of art and cultural and historic assets:

Works of arts and cultural and historic assets are not recorded as assets in the financial statements.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

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### 1. Significant accounting policies (continued):

(b) Basis of accounting (continued):

(vi) Pensions and employee benefits:

The Township accounts for its participation in the Ontario Municipal Employee Retirement System ("OMERS") a multi-employer public sector pension fund, as a defined contribution plan. Vacation entitlements are accrued for as entitlements are earned.

(vii) Solid waste management liabilities:

Solid waste management liabilities are accounted for on the accrual basis as a charge to environmental services expenses (note 9).

(vii) Use of estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Significant items subject to such estimates and assumptions include valuation allowances for accounts receivable, loans receivable and solid waste landfill closure and post-closure liabilities. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the year in which they become known.

### 2. Operations of School Boards:

During the year, requisitions were made by the School Boards requiring the Township to collect property taxes and payments in lieu of property taxes on their behalf. The amounts collected and remitted are summarized below:

	2015	2014
Property taxes	\$ 6,402,234	\$ 6,488,881
Payments in lieu of taxation	7,393	9,142
Amounts levied by Township	\$ 6,409,627	\$ 6,498,023
Amounts requisitioned plus supplementary taxes	\$ 6,409,627	\$ 6,498,023

### 3. Loan receivable:

A loan in the amount of \$54,714 (2014 - \$25,000) is outstanding from the Parry Sound Area Municipal Airport Commission. The loan is unsecured, bears interest at prime less 1% and has no specified terms of repayment.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

#### 4. Deferred revenue – Obligatory Reserve Funds:

The continuity of transactions within the obligatory reserve funds are as described below:

	Balance at December 31, 2014	Contributions received	Interest earned	Amounts taken to revenue	Balance at December 31, 2015
Parks and Recreation reserves	\$ 80,063	4,119	1,033	(76,890)	8,325
Federal gas tax reserves	122,470	230,948	-	(432,689)	(79,271)
Building permits	127,060	-	1,931	-	128,991
	\$ 329,593	235,067	2,964	(509,579)	58,045

#### 5. Pension agreements:

The Township makes contributions to the Ontario Municipal Employees Retirement System (“OMERS”), which is a multi-employee plan, on behalf of all permanent, full-time members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

The contribution required on account of current service for 2015 of \$264,973 (2014 - \$258,895) is included in the current fund expenditures.

#### 6. Contributions to Unconsolidated Joint Boards:

The following contributions were made by the Township to these joint boards:

	2015	2014
District of Parry Sound Social Services Administration Board	\$ 1,466,861	\$ 1,483,487
Muskoka Parry Sound Health Unit	121,431	120,050
Belvedere Heights Home for the Aged	459,069	421,725
Parry Sound Area Municipal Airport Commission	41,980	41,980
911 Emergency Services	3,306	3,340
	\$ 2,092,647	\$ 2,070,582

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

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### **7. Collateral guarantee:**

The Township has provided to the Canadian Imperial Bank of Commerce a guarantee for a portion of the long-term loan of Belvedere Heights Home for the Aged. The Township's guarantee is in the amount of \$1,234,119. The Township does not expect to have to act on this guarantee.

### **8. Public Sector Salary Disclosure:**

During 2015, five employees were paid a salary of \$100,000 or more by the Township, as defined in the Public Sector Salary Disclosure Act, 1996.

### **9. Solid waste landfill closure and post-closure liabilities:**

The Environmental Protection Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites. This requirement is to be provided for over the estimated remaining life of the landfill sites based on usage.

Landfill closure and post-closure care requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, pumping of ground water and leachates from the site, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a twenty year period using the best information available to management. Future events may result in significant changes to the estimated total expenditures, capacity used or total capacity and the estimated liability and would be recognized prospectively, as a change in estimate, when applicable.

Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at a rate of 5% (2014 - 5%) minus an inflation rate of 2.0% (10 year average CPI from 1995 to 2004). The estimated total landfill closure and post-closure care expenditures are calculated to be \$97,017 (2014 - \$92,244). The estimated liability for these expenditures is recognized as the landfill site's capacity is used. At December 31, 2015, an amount of \$72,950 (2014 - \$67,172) with respect to landfill closure and post-closure liabilities has been accrued.

The Christie landfill site has a remaining capacity of 23.9% with a remaining life of approximately 15-22 years. The period for post-closure care is estimated to be 10 years.

The Humphrey landfill site has been closed. The period for post-closure care is estimated to be 15 years.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

### 10. Accumulated surplus:

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

	2015	2014
<b>Surplus:</b>		
Invested in tangible capital assets	\$ 44,532,395	\$ 43,734,870
Library	-	(1,161)
Other	100,000	100,000
Unfunded:		
Landfill closure costs	-	(67,172)
<b>Total surplus</b>	<b>44,632,395</b>	<b>43,766,537</b>
Reserves set aside by Council:		
Working capital	1,518,907	1,517,907
Election	40,944	27,944
Winter control	56,604	56,604
Official Plan review	37,563	27,563
Salary Grid Movement	255,628	286,628
Firefighter compensation	142,152	142,152
Acquisition of capital assets:		
- Seguin Museum	6,032	6,510
- Cemetery	47,451	37,451
- Other	358,509	316,739
- Library	28,948	9,886
<b>Total reserves</b>	<b>2,492,738</b>	<b>2,429,384</b>
Reserve funds set aside for specific purpose by Council:		
Capital projects	2,006,498	2,261,591
Fire department	136,153	97,374
Equipment	245,283	278,845
Parks - Recreation programs and facilities	371	12,855
<b>Total reserve funds</b>	<b>2,388,305</b>	<b>2,650,665</b>
	<b>\$ 49,513,438</b>	<b>\$ 48,846,586</b>

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

### 11. Tangible capital assets:

Cost	Balance			Balance at December 31, 2015
	December 31, 2014	Additions	Disposals	
Land	\$ 616,551	\$ -	\$ -	\$ 616,551
Buildings	9,482,025	81,726	-	9,563,751
Furniture, fixtures and equipment	3,091,761	319,829	-	3,411,590
Land improvements	4,597,731	-	-	4,597,731
Vehicles and machinery	8,955,216	412,809	(39,527)	9,328,498
Linear Assets	48,689,581	2,532,644	-	51,222,225
Assets under construction	532,621	(532,621)	-	-
<b>Total</b>	<b>\$ 75,965,486</b>	<b>\$ 2,814,387</b>	<b>\$ (39,527)</b>	<b>\$ 78,740,346</b>

Accumulated amortization	Balance			Balance at December 31, 2015
	December 31, 2014	Disposals	Amortization expense	
Land	\$ -	\$ -	\$ -	\$ -
Buildings	2,981,110	-	213,485	3,194,595
Furniture, fixtures and equipment	1,649,815	-	239,507	1,889,322
Land improvements	965,047	-	122,584	1,087,631
Vehicles and machinery	4,419,303	(38,527)	395,350	4,776,126
Linear Assets	22,215,341	-	1,044,936	23,260,277
Assets under construction	-	-	-	-
<b>Total</b>	<b>\$ 32,230,616</b>	<b>\$ (38,527)</b>	<b>\$ 2,015,862</b>	<b>\$ 34,207,951</b>

	Net book value	
	December 31, 2014	December 31, 2015
Land	\$ 616,551	\$ 616,551
Buildings	6,500,915	6,369,156
Furniture, fixtures and equipment	1,441,946	1,522,268
Land improvements	3,632,684	3,510,100
Vehicles and machinery	4,535,913	4,552,372
Linear Assets	26,474,240	27,961,948
Assets under construction	532,621	-
<b>Total</b>	<b>\$ 43,734,870</b>	<b>\$ 44,532,395</b>



# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

### 11. Tangible capital assets (continued):

Cost	Balance			Balance at December 31, 2014
	December 31, 2013	Additions	Disposals	
Land	\$ 647,041	\$ -	\$ (30,490)	\$ 616,551
Buildings	8,294,408	1,283,076	(95,459)	9,482,025
Furniture, fixtures and equipment	2,285,957	816,667	(10,863)	3,091,761
Land improvements	4,461,076	136,655	-	4,597,731
Vehicles and machinery	8,688,818	819,799	(553,401)	8,955,216
Linear assets	48,689,581	-	-	48,689,581
Assets under construction	1,127,927	907,582	(1,502,888)	532,621
<b>Total</b>	<b>\$ 74,194,808</b>	<b>\$ 3,963,779</b>	<b>\$ (2,193,101)</b>	<b>\$ 75,965,486</b>

Accumulated amortization	Balance			Balance at December 31, 2014
	December 31, 2013	Disposals	Amortization expense	
Land	\$ -	\$ -	\$ -	\$ -
Buildings	2,805,130	(32,531)	208,511	2,981,110
Furniture, fixtures and equipment	1,474,371	(10,863)	186,307	1,649,815
Land improvements	844,420	-	120,627	965,047
Vehicles and machinery	4,332,295	(289,152)	376,160	4,419,303
Linear assets	21,194,065	-	1,021,276	22,215,341
Assets under construction	-	-	-	-
<b>Total</b>	<b>\$ 30,650,281</b>	<b>\$ (332,546)</b>	<b>\$ 1,912,881</b>	<b>\$ 32,230,616</b>

	Net book value December 31, 2013	Net book value December 31, 2014
Land	\$ 647,041	\$ 616,551
Buildings	5,489,278	6,500,915
Furniture, fixtures and equipment	811,586	1,441,946
Land improvements	3,616,656	3,632,684
Vehicles and machinery	4,356,523	4,535,913
Linear assets	27,495,516	26,474,240
Assets under construction	1,127,927	532,621
<b>Total</b>	<b>\$ 43,544,527</b>	<b>\$ 43,734,870</b>

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2015

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### 11. Tangible capital assets (continued):

a) Assets under construction:

Assets under construction having a value of \$Nil (2014 - \$532,621) have not been amortized. Amortization of these assets will commence when the asset is put into service.

### 12. Segmented information:

The Township is a municipal government institution that provides a range of services to its citizens, including police, fire, transportation, recreational and environmental. For management reporting purposes the Township's operations and activities are organized and reported by department. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Township services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

- (a) General Government: includes corporate services and governance of the Township. General Government is responsible for human resource management. Support to Council for policy development, by-law development in compliance with the Municipal Act, tax billing and collection responsibilities, financial management reporting, monitoring and overall budget status is provided as well as frontline reception and customer service.
- (b) Protection to persons and property: includes policing, fire protection, protective inspection and control and emergency measures. The mandate of the police services contract is to ensure the safety of the lives and property of citizens; preserve peace and good order; prevent crimes from occurring; detect offenders; and enforce the law. Fire protection includes detection, extinguishing and suppression services; emergency medical first response; and prevention education and training programs. Inspection and control includes building inspection, by-law enforcement and dog control services.
- (c) Transportation Services: This department provides the winter and summer maintenance, the repair and the construction of the municipal roads system including bridges and culverts.
- (d) Environmental Services: Includes the management and maintenance of the landfill site, transfer stations and waste collection system that serves the municipality.
- (e) Health Services: The Township provides ambulance services through the Town of Parry Sound and the West Parry Sound Health Centre.
- (f) Social and Family Services: The services are provided indirectly by the Township through the District Social Services Board and include family and children's services, as well as senior citizen services provided through Belvedere Heights Home for the Aged.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2015

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## 12. Segmented information (continued):

(g) Recreation and cultural services: Provides recreation and leisure programs and facilities, including community halls, libraries, parks, recreation fields and arena. It also provides building maintenance services to all municipal facilities.

(h) Planning and Development: Manages rural development for business interests, environmental concerns, heritage matters, local neighbourhoods and community development. It facilitates economic development by providing services for the approval of all land development plans, the application and enforcement of the zoning by-law and official plan, and the provision of geographic information services.

For each segment separately reported in the schedule below, the segment revenue and expenditures represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. These municipal services are funded primarily by taxation such as property tax revenue. Taxation and payments-in-lieu of taxes are apportioned to these services based on the net surplus. Certain government transfers, transfer from other funds, and other revenue have been apportioned based on a percentage of budgeted expenses.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Schedule to Note 12 - Segmented Information

Year ended December 31, 2015

	General Government Services	Protection Services	Transportation Services	Environmental Services	Health Services	Social & Family Services	Recreation & Cultural Services	Planning and Development	Total 2015
<b>Revenues:</b>									
Property taxation	\$ 1,195,717	1,709,997	3,595,973	720,456	766,991	1,365,258	1,302,422	324,468	10,981,282
Taxation from other governments	61,674	-	-	-	-	-	-	-	61,674
User charges	51,003	472,113	4,554	74,785	20,122	-	216,023	87,010	925,610
Other Municipalities	-	79,057	-	-	-	-	-	-	79,057
Province of Ontario grants	206,913	358,762	636,830	236,934	127,649	227,218	265,152	54,000	2,113,458
Government of Canada grants	-	-	-	-	-	-	429,351	12,000	441,351
Park and lot levies earned	-	-	-	-	-	-	196,049	-	196,049
Federal Gas Tax earned	-	-	432,689	-	-	-	-	-	432,689
Investment income	68,440	-	-	-	-	-	-	-	68,440
Donations and other	-	94,404	-	-	-	-	9,886	-	104,290
Penalties and interest on taxes	238,179	-	-	-	-	-	-	-	238,179
Contribution from third parties	-	-	432,993	-	-	-	-	-	432,993
Gain (loss) on sale of tangible capital assets	-	-	-	-	-	-	2,500	-	2,500
Provincial Offences Act fines	-	80,258	-	-	-	-	-	-	80,258
	1,821,926	2,794,591	5,103,039	1,032,175	914,762	1,592,476	2,421,383	477,478	16,157,830
<b>Expenses:</b>									
Salaries, wages and benefits	1,044,664	800,168	1,157,359	261,401	23,547	-	777,581	296,310	4,361,030
Materials, services, rents and financial items	573,499	1,400,845	2,575,955	684,607	907,656	-	644,821	145,147	6,932,530
Transfer to other governments and the public	-	3,306	40,000	-	121,431	1,925,930	74,629	16,260	2,181,556
Amortization of tangible capital assets	68,600	207,925	1,299,422	70,319	29,338	-	340,258	-	2,015,862
	1,686,763	2,412,244	5,072,736	1,016,327	1,081,972	1,925,930	1,837,289	457,717	15,490,978
<b>Annual surplus (deficit)</b>	<b>\$ 135,163</b>	<b>382,347</b>	<b>30,303</b>	<b>15,848</b>	<b>(167,210)</b>	<b>(333,454)</b>	<b>584,094</b>	<b>19,761</b>	<b>666,852</b>

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Schedule to Note 12 - Segmented Information

Year ended December 31, 2014

	General Government Services	Protection Services	Transportation Services	Environmental Services	Health Services	Social & Family Services	Recreation & Cultural Services	Planning and Development	Total 2014
<b>Revenues:</b>									
Property taxation	\$ 1,230,284	1,567,678	3,301,451	725,549	771,905	1,388,965	1,314,044	355,793	10,655,668
Taxation from other governments	59,990	-	-	-	-	-	-	-	59,990
User charges	57,358	372,237	1,969	57,640	21,797	-	186,372	102,975	800,348
Other Municipalities	-	35,101	-	5,760	-	-	-	-	40,861
Province of Ontario grants	209,661	325,582	585,571	441,813	131,545	236,702	473,292	60,633	2,464,799
Government of Canada grants	-	-	-	-	-	-	150,469	-	150,469
Park and lot levies earned	-	-	-	-	-	-	268,132	-	268,132
Federal Gas Tax earned	-	-	190,436	-	-	-	-	-	190,436
Investment income	73,625	-	-	-	-	-	-	-	73,625
Donations and other	-	-	-	-	-	-	31,916	-	31,916
Penalties and interest on taxes	246,017	-	-	-	-	-	-	-	246,017
Excess building permit fees earned	-	29,704	-	-	-	-	-	-	29,704
Gain (loss) on sale of tangible capital assets	-	(14,297)	(68,211)	(26,380)	-	-	48,852	-	(60,036)
Provincial Offences Act fines	-	87,350	-	-	-	-	-	-	87,350
	1,876,935	2,403,355	4,011,216	1,204,382	925,247	1,625,667	2,473,077	519,401	15,039,279
<b>Expenses:</b>									
Salaries, wages and benefits	1,031,956	857,759	1,143,415	286,964	26,638	-	833,950	351,591	4,532,273
Materials, services, rents and financial items	597,875	1,094,769	2,103,986	640,009	883,017	-	564,817	106,855	5,991,328
Transfer to other governments and the public	-	3,342	40,000	-	120,050	1,905,211	81,460	29,587	2,179,650
Amortization of tangible capital assets	57,721	194,477	1,241,122	68,245	29,099	-	322,217	-	1,912,881
	1,687,552	2,150,347	4,528,523	995,218	1,058,804	1,905,211	1,802,444	488,033	14,616,132
<b>Annual surplus (deficit)</b>	<b>\$ 189,383</b>	<b>253,008</b>	<b>(517,307)</b>	<b>209,164</b>	<b>(133,557)</b>	<b>(279,544)</b>	<b>670,633</b>	<b>31,368</b>	<b>423,147</b>